

STATE OF MICHIGAN  
**COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS**  
**ENTERPRISE FUNDS**

FISCAL YEAR ENDED SEPTEMBER 30, 1999

(In Thousands)

	LIQUOR PURCHASE REVOLVING FUND	STATE LOTTERY FUND	TOTALS	
			FISCAL YEARS ENDED	
			SEPTEMBER 30, 1999	SEPTEMBER 30, 1998
<b>OPERATING REVENUES</b>				
Operating revenues	\$ 529,865	\$ 1,767,876	\$ 2,297,741	\$ 2,193,976
Total Operating Revenues	529,865	1,767,876	2,297,741	2,193,976
<b>OPERATING EXPENSES</b>				
Salaries, wages, and other administrative	43,339	201,989	245,328	224,580
Depreciation	75	573	648	688
Purchases for resale	386,170	-	386,170	367,367
Lottery prize awards	-	944,508	944,508	892,674
Other operating expenses	505	71	576	747
Total Operating Expenses	430,089	1,147,141	1,577,230	1,486,055
Operating Income (Loss)	99,776	620,735	720,511	707,920
<b>NONOPERATING REVENUES (EXPENSES)</b>				
Specific tax on spirits	9,304	-	9,304	8,846
Interest revenue	3,824	4,761	8,584	6,683
Investment revenue (expense) - net	-	(15,005)	(15,005)	190,494
Other nonoperating revenues	41	-	41	219
Amortization of prize award obligation discount	-	(73,267)	(73,267)	(75,928)
Interest expense	-	(14,550)	(14,550)	(24,496)
Other nonoperating expenses	-	-	-	(63)
Total Nonoperating Revenues (Expenses)	13,169	(98,061)	(84,892)	105,756
Income (Loss) Before Operating Transfers	112,944	522,674	635,618	813,676
<b>OPERATING TRANSFERS</b>				
Operating transfers to:				
School Aid Fund	-	(621,131)	(621,131)	(616,110)
Other funds	(112,944)	(8,325)	(121,269)	(112,159)
Total operating transfers to other funds	(112,944)	(629,457)	(742,401)	(728,269)
Total Operating Transfers In (Out)	(112,944)	(629,457)	(742,401)	(728,269)
Net Income (Loss)	-	(106,783)	(106,783)	85,407
Retained Earnings - Beginning of fiscal year	13,176	169,638	182,814	95,958
Equity transfers from other funds	-	-	-	1,449
Equity transfers to other funds	(6,500)	-	(6,500)	-
Retained Earnings - End of fiscal year	\$ 6,676	\$ 62,855	\$ 69,531	\$ 182,814